

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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G-02696A
Broken Bow Gas Company
200 West Longhorn
Payson AZ 85541

RECEIVED

MAR 30 2005

AZ Corporation Commission
Director Of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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FOR COMMISSION USE

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PROCESSED BY:

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Energy West Inc. dba Energy West Arizona</u>		
Mailing Address <u>#1 First Ave. South</u> <u>PO Box 2229</u>		
<u>Great Falls</u> (City)	<u>MT</u> (State)	<u>59403-2229</u> (Zip)
<u>(406) 791-7500</u>	<u>(406) 791-7558</u>	<u>N/A</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address <u>cawolverton@ewst.com</u>		
Local Office Mailing Address <u>200 W. Longhorn Road</u>		
<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)
<u>(928) 474-2294</u>	<u>(928) 474-0909</u>	<u>N/A</u>
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address <u>drmann@ewst.com</u>		

MANAGEMENT INFORMATION

Management Contact: <u>Douglas Mann</u>		<u>Vice President-Propane</u>	
(Name)		(Title)	
<u>200 W. Longhorn Road</u> (Street)	<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)
<u>(928) 474-2294</u>	<u>(928) 474-0909</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>drmann@ewst.com</u>			
On Site Manager: <u>Douglas Mann</u>		<u>Vice President</u>	
(Name)		(Title)	
<u>200 W. Longhorn Road</u> (Street)	<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)
<u>(928) 474-2294</u>	<u>(928) 474-0909</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>drmann@ewst.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Douglas Mann

(Name)

200 W. Longhorn Road

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928) 474-2294

Telephone No. (Include Area Code)

(928) 474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Attorney: Michael M Grant, Gallagher & Kennedy, P.A.

(Name)

2575 E Camelback Road

(Street)

Phoenix

(City)

AZ

(State)

85061

(Zip)

(602) 530-8291

Telephone No. (Include Area Code)

(602) 530-8500

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☒ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

SERVICES AUTHORIZED TO PROVIDE

Check the following box/s for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
 - ☐ Transmission Service Provider
 - ☐ Meter Service Provider
 - ☐ Meter Reading Service Provider
 - ☐ Billing and Collection
 - ☐ Ancillary Services
 - ☐ Generation Provider
 - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☐ Natural Gas
- ☒ Propane

☐ **Other (Specify)** _____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

Total number of customers	_____
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
Total kilowatt-hours sold	_____ kWh
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
Maximum Peak Load	_____ MW

GAS UTILITIES ONLY

Total number of customers	7607
Residential	6999
Commercial	540
Industrial	68
Irrigation	_____
Resale	_____
Total therms sold	3950743 therms
Residential	2829568
Commercial	679519
Industrial	441656
Irrigation	_____
Resale	_____

RECEIVED

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

MAR 30 2005

AZ Corporation Commission
Director Of Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Gila</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Douglas R. Mann, Statutory Agent</u>
COMPANY NAME
<u>Energy West Arizona</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2004</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 6,867,259

(THE AMOUNT IN BOX ABOVE
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

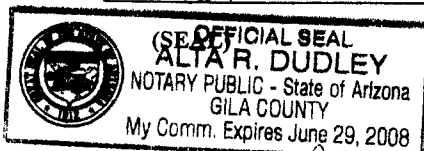
Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928 474 2284
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 21 DAY OF

COUNTY NAME
<u>Gila</u>
MONTH <u>March</u> <u>2005</u>



Alta R. Dudley
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 29, 2008

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAR 30 2005

AZ Corporation Commission
Director Of Utilities

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Gila	
NAME (OWNER OR OFFICIAL) Douglas R. Mann	TITLE Statutory Agent
COMPANY NAME Energy West Arizona	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2004
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

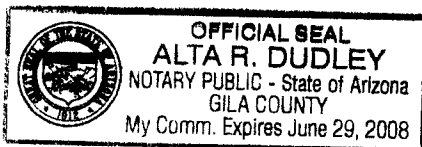
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 5,112,422

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 410,142
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.



X Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928 474 2294
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

21

DAY OF

(SEAL)

MY COMMISSION EXPIRES

June 29, 2008

NOTARY PUBLIC NAME Alta R. Dudley	
COUNTY NAME Gila	
MONTH March 21	.20 <u>05</u>

X Alta R. Dudley
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

ENERGY WEST ARIZONA
Consolidated Income Statement
Twelve Months Ended December 31, 2004

	12 Months Ended 12/31/2004
Energy Revenue	\$ 6,239,794
Energy Purchases	3,699,453
Total Gross Margin	2,540,341
Other Operating Charges:	
Vaporizer Fuel Costs	82,761
General and administrative	1,524,273
Maintenance	57,019
Depreciation	386,492
Taxes other than income taxes	101,419
Total Other Operating Charges	2,151,964
Other income (loss)	76,540
Earnings before Int & Taxes	464,917
Interest Charges:	
Interest on long-term debt	222,865
Other interest	207,998
Total Interest charges	430,863
Income (loss) before inc taxes	34,054
Income taxes:	
Income taxes-operations	18,275
Income taxes-other income	
Total Income taxes	18,275
Net Income	\$ 15,779
EPS	\$ 0.0061

**EWA - Broken Bow
Balance Sheet
December 31, 2004**

	Balance 12/31/04	Balance at 12/31/03	Increase/ (Decrease)
ASSETS			
Current assets:			
Cash	40,718.17	110,025.54	(69,307.37)
Accounts Receivable	1,804,528.92	1,286,326.30	518,202.62
Accounts Receivable - Intercompany	66,024.71	18,121.49	47,903.22
Gas Inventory	18,857.00	19,702.00	(845.00)
Materials and Supplies	75,109.21	75,748.67	(639.46)
Prepayments	10,028.54	25,642.39	(15,613.85)
Deferred Tax Assets - Current	29,500.35	69,017.35	(39,517.00)
Deferred Purchased Gas Costs	506,043.97	237,188.53	268,855.44
Total Current Assets	2,550,810.87	1,841,772.27	709,038.60
Property, Plant and Equipment:			
Utility Plant	11,110,555.35	10,601,852.00	508,703.35
Less Accumulated Depreciation	(3,610,126.01)	(3,212,982.34)	(397,143.67)
 Net Property, Plant and Equipment	 7,500,429.34	 7,388,869.66	 111,559.68
Deferred Charges and Other Assets:			
Rate Case Costs	0.00	(9.35)	9.35
Deferred Charges	0.03	(474.12)	474.15
Regulatory Asset	6,108.00	6,108.00	0.00
Deferred Tax Assets - Long Term	240,959.29	57,853.29	183,106.00
Total Deferred Charges and Other Assets	247,067.32	63,477.82	183,589.50
TOTAL ASSETS	10,298,307.53	9,294,119.75	1,004,187.78
	=====	=====	=====

**EWA - Broken Bow
Balance Sheet
December 31, 2004**

	Balance 12/31/04	Balance at 12/31/03	Increase/ (Decrease)
LIABILITIES AND INVESTMENT			
Current Liabilities:			
Long Term Debt (Due Within One Year)	2,891.03	2,533.00	358.03
Accounts Payable - Other	24,638.01	(411.29)	25,049.30
Accounts Payable - Intercompany	966,105.67	800,600.39	165,505.28
Accrued Income Taxes	(262,543.52)	(216,015.83)	(46,527.69)
Deferred Income Tax Payable - Current	200,512.37	97,188.15	103,324.22
Payable to Employee Benefit Plans	49,687.35	37,918.42	11,768.93
Accrued Vacation Payable	54,961.00	56,629.00	(1,668.00)
Other Current Liabilities	207,082.88	205,641.06	1,441.82
	-----	-----	-----
Total Current Liabilities	1,243,334.79	984,082.90	259,251.89
	-----	-----	-----
Other:			
Customer Advances for Construction	515,397.00	515,397.00	0.00
Contributions in Aid of Construction	159,725.34	159,725.34	0.00
Accum. Post Retirement Benefit Obligations	50,509.92	40,011.92	10,498.00
Deferred Federal Income Taxes	924,735.35	819,667.25	105,068.10
Deferred Revenues	0.00	30,106.88	(30,106.88)
	-----	-----	-----
Total Other	1,650,367.61	1,564,908.39	85,459.22
	-----	-----	-----
ENERGY WEST Balancing	6,042,634.56	5,430,177.60	612,456.96
	-----	-----	-----
Long Term Debt (Due After One Year):			
Leases Payable	4,808.70	7,699.73	(2,891.03)
	-----	-----	-----
Total Long-Term Obligations	4,808.70	7,699.73	(2,891.03)
	-----	-----	-----
Allocated Long-Term Obligations	498,220.00	498,220.00	0.00
	-----	-----	-----
Equity:			
Retained Earnings	858,941.87	809,031.13	49,910.74
	-----	-----	-----
Total Equity	858,941.87	809,031.13	49,910.74
	-----	-----	-----
TOTAL LIABILITIES AND INVESTMENT	10,298,307.53	9,294,119.75	1,004,187.78
	=====	=====	=====